

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

November 21, 2014

Allen Feller Feller Enterprises 708 East 1100 South St. George, UT 84790

Subject: Permit to Commence Small Mine Activities, Feller Enterprises, Picture Rock Mine,

S/053/0082, Washington County, Utah

Dear Mr. Feller:

The Division of Oil, Gas and Mining finds your Notice of Intention to Commence Small Mining Operations (Notice) complete and approves the reclamation surety for the Picture Rock mine, escalated until 2019. You are now permitted to conduct mining activities on the two acres as outlined in the Notice provided you have approval from all other appropriate agencies. The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations. Enclosed please find a copy of the reclamation contract and stamped approved Notice.

Please keep in mind the following regulatory requirements:

 Stockpiling topsoil material prior to beginning activities will help ensure successful revegetation. Even the first few inches of undeveloped material is worth saving to aid in later revegetation efforts, and future regulatory surety release.

Please notify this office and the Division of State History if you encounter any

archaeological or historical items.

• Permit fees and annual reports are due by January 31st each year until the site is reclaimed.

The Division's web page at http://ogm.utah.gov under the Minerals Program has a link to the rules under which you are expected to operate and to other information to assist you in complying with program requirements. Thank you for your cooperation.

In reply, please refer to file number S/053/0082.



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Please contact Lynn Kunzler at 801-538-5310 or Paul Baker at 801-538-5261 if you have questions or concerns regarding this approval.

Sincerely,

Dana Dean, P.E. Associate Director, Mining

DD: lk: eb

Enclosure: Copy of RC & surety forms

Copy of approved NOI

cc: John Blake, SITLA (jblake@utah.gov)
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